



P.O. BOX 248, 1186 LOWER RIVER ROAD, NW
CHARLESTON, TN. 37310-0248

VIA: E-MAIL

September 9, 2005

Mr. David Athey, PE
California Regional Water Quality Control Board
Central Coast Region
895 Aerovista Place, Suite 101
San Luis Obispo, California 93401-5411

**Subject: Drilling Status – Week Ending September 9, 2005
Morgan Hill, California**

Dear Mr. Athey:

As requested in the Regional Board letter dated April 6, 2005 approving our Llagas Subbasin Monitoring Well Installation Work Plan (Work Plan), this letter provides the well drilling status for the week ending September 9, 2005. Drilling, aquifer testing, and well installation activities proceeded with two drilling rigs. A MACTEC Engineering and Consulting, Inc. (MACTEC) California-professional geologist provided oversight for the drilling program.

Rig Number One mobilized from the recently completed MW-17 monitoring well on Thursday, September 1 to the adjacent MP-17 location. The drillers began advancing casing on Friday, September 2, and reached 297 feet bgs by Sunday, September 4. Slug tests were conducted at depths of 37, 87, 117, 137, 157, 227, and 297 feet bgs. No work was conducted on Labor Day. Work resumed on Tuesday, September 6 and began construction of the multi-level monitoring well MP-17. Construction continued through morning of Thursday, September 8.

Rig Number Two returned from break on Thursday, September 8 and will finish surface completions of MW-44 and MP-44. Thereafter, work will proceed at MW-40 contingent upon obtaining a written approval of the License Agreement with the County of Santa Clara. If written approval is not obtained by Monday, September 12, the drilling rig will be demobilized and/or put on stand-by notice.

If you have any questions regarding the status of our drilling program, please do not hesitate to contact me at your earliest convenience.

Sincerely,
OLIN CORPORATION

A handwritten signature in blue ink, appearing to read "Richard W. McClure", written over a horizontal line.

Richard W. McClure, P.G., REM
Environmental Remediation Group

Mr. David Athey
Drilling Status – Week Ending September 9, 2005
September 9, 2005

cc (via e-mail):

Mr. Eric Gobler, RWQCB – Central Coast Region
Ms. Sylvia Hamilton, PCAG Chairperson
Mr. Thomas Mohr, Santa Clara Valley Water District
Mr. Curt Richards, Olin
Mr. Donald Smallbeck, MACTEC
Ms. Beverly Vessa, Olin/Standard Fusee Repository